

FIRST REGULAR SESSION

HOUSE BILL NO. 1324

98TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE ROWDEN.

2646H.011

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To amend chapter 660, RSMo, by adding thereto one new section relating to social impact bonds.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 660, RSMo, is amended by adding thereto one new section, to be known as section 660.755, to read as follows:

660.755. 1. There shall be created within the department of social services the "Human Investment Commission".

2. The commission shall consist of the following members:

(1) Two members of the house of representatives, one appointed by the speaker of the house and the other by the minority floor leader;

(2) Two members of the senate, one appointed by the president pro tem of the senate and the other by the minority leader of the senate;

(3) Two members of the house select committee on budget, or its successor, one appointed by the chairperson and the other by the minority ranking member;

(4) Two members of the senate appropriations committee, or its successor, one appointed by the chairperson and the other by the minority ranking member;

(5) Two members of the house select committee on social services, or its successor, one appointed by the chairperson and the other by the minority ranking member;

(6) Two members of the senate committee on seniors, families, and children, or its successor, one appointed by the chairperson and the other by the minority ranking member;

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

- 17 (7) The directors of the departments of social services, health and senior services,
18 mental health, corrections, and the commissioner of education, or their designees;
19 (8) The director of budget and planning in the department of the office of
20 administration, or his or her designee;
21 (9) The commissioner of the office of administration, or his or her designee;
22 (10) The state treasurer, or his or her designee;
23 (11) Two members with experience in the financial sector appointed by the
24 governor;
25 (12) Two members with experience in the design and evaluation of programs in the
26 human services fields appointed by the governor;
27 (13) Two members who serve as leaders of foundations or nonprofit organizations
28 appointed by the governor; and
29 (14) Two members with experience as business entrepreneurs appointed by the
30 governor.

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32 A majority of the members of the commission shall constitute a quorum. The members
33 shall establish the bylaws and annually select one of its members to serve as chair and one
34 to serve as vice chair. Members of the commission shall serve without compensation, but
35 shall be entitled to reimbursement for actual and necessary expenses incurred in the
36 performance of their official duties. The commission shall be staffed by personnel from
37 the department of social services as deemed necessary to assist the commission in the
38 performance of its duties.

39 2. The commission shall:

- 40 (1) Research the Pay for Success federal program and similar state program to
41 determine whether a similar program would be beneficial to Missouri;
42 (2) Determine the feasibility of whether social impact bonds would be a beneficial
43 financial tool for Missouri;
44 (3) Determine whether social impact bond agreements would use public resources
45 more efficiently and improve services for disadvantaged populations;
46 (4) Identify third party providers that create and implement prevention-based
47 social service programs and service that demonstrably result in positive impacts for
48 individuals and families that are cost beneficial and that efficiently utilize government
49 resources, such programs may focus on recidivism, homelessness, workforce development,
50 preventative health care, early childhood and home-visiting program, or the foster care
51 system;

52 **(5) Develop and approve metrics by which to evaluate the third party provider's**
53 **fiscal impact and project efficacy;**

54 **(6) Identify third party evaluators that determine whether a social impact bond**
55 **agreement has been successfully performed; and**

56 **(7) Compile a full report on social impact bonds for the submission to the general**
57 **assembly by January thirtieth of each year that the general assembly convenes in regular**
58 **session.**

59 **3. The provisions of this section shall expire on January 30, 2020.**

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